



Southern California Association of Governments

RTP Technical Advisory Committee (TAC)

Financial Forecasting Update

**Los Angeles, CA
March 15, 2007**

System Metrics Group, Inc.

Since our last meeting, we have...

- Received and incorporated updated forecasts from:
 - LACMTA (includes impact of bond measure)
 - SANBAG (higher sales tax revenues, but shorter timeframe)
- Contacted TCA for revenue history and forecasts
 - Should receive a recent forecast in a few weeks
 - Updated forecasts are being prepared in conjunction with SANDAG
- Reviewed fuel sales tax and bridge rehabilitation funding

..and prepared updated forecasts

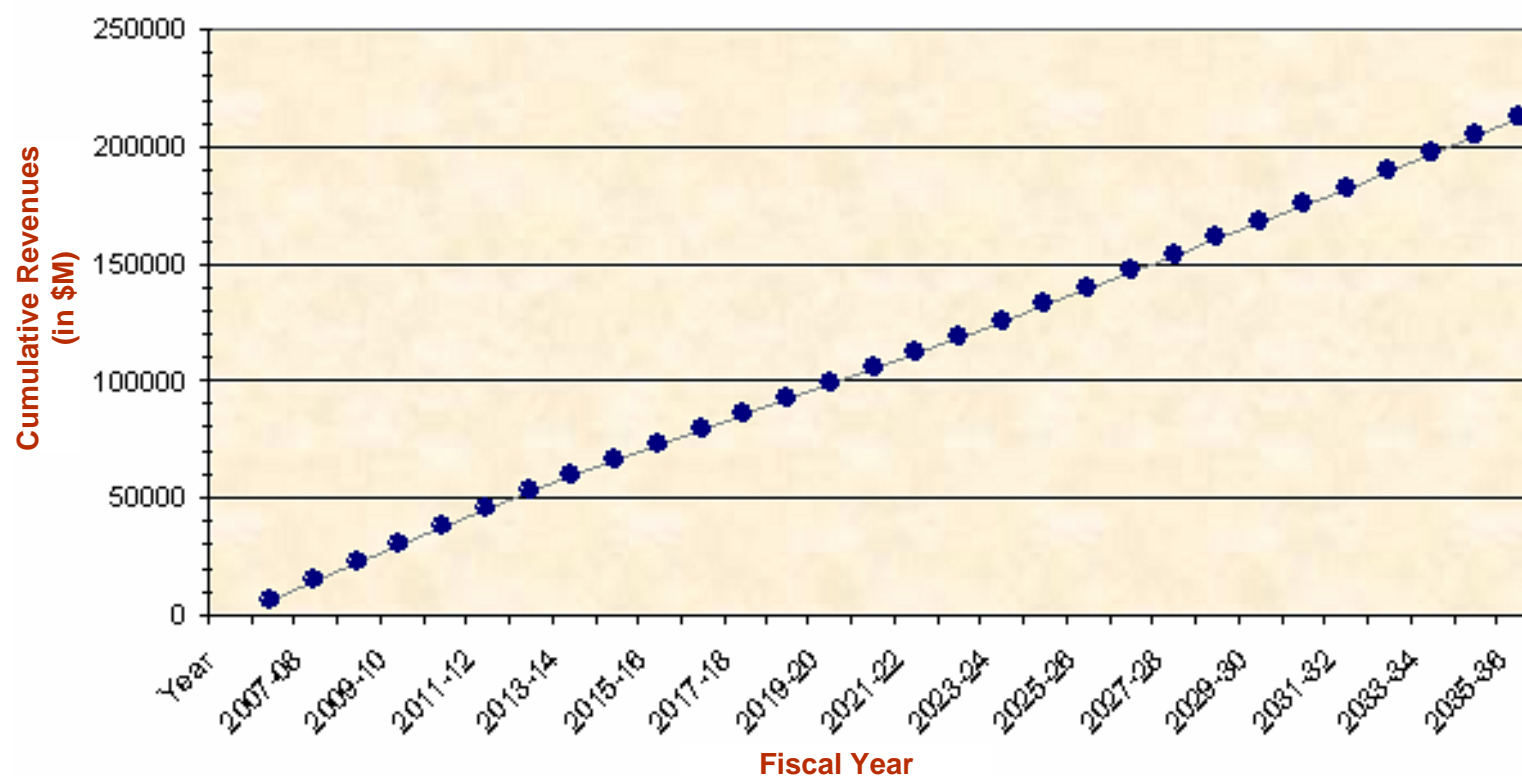
Other Developments

- At our last meeting, we were asked to make available the financial model for your review
- A copy of the model with the current, preliminary forecast is available at:

<http://scag.ca.gov/rtptac/index.htm>

- We were also asked whether the model includes development fees for LA County
 - These fees don't currently exist and won't be in the base model
 - However, the model can accommodate LA development fees and they could be considered for alternative financing

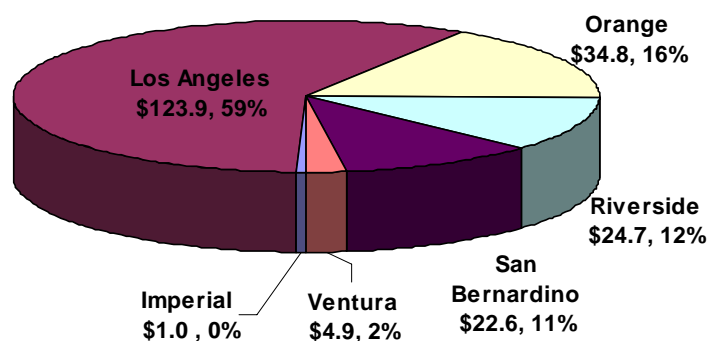
We preliminarily estimate roughly \$212 billion in revenues available from 2006 to 2036 (in 2005 dollars)



The recent sales tax extensions have increased funding available in Orange, San Bernardino, and Riverside counties

Preliminary Estimate

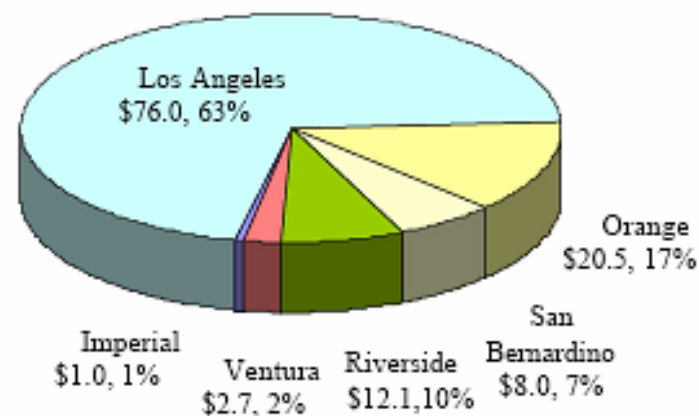
\$211.9 Billion Total



2004 RTP Baseline Forecast

SCAG Regional Revenues, County Shares, Billions (\$2002)

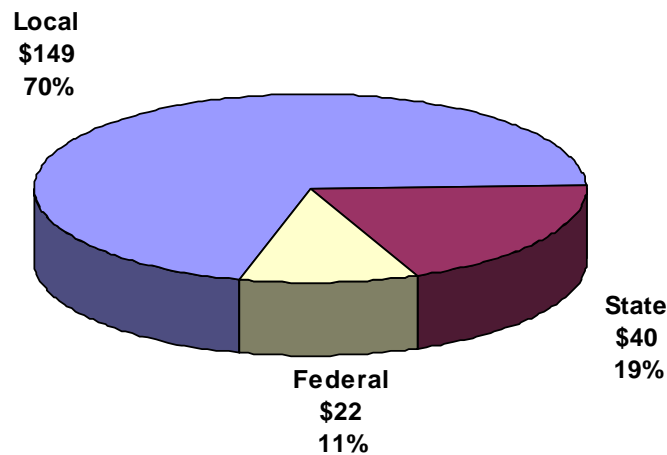
\$120.0 Billion Total



The state share of revenues is larger than in the 2004 RTP, largely due to the infrastructure bonds and state gasoline sales tax protection

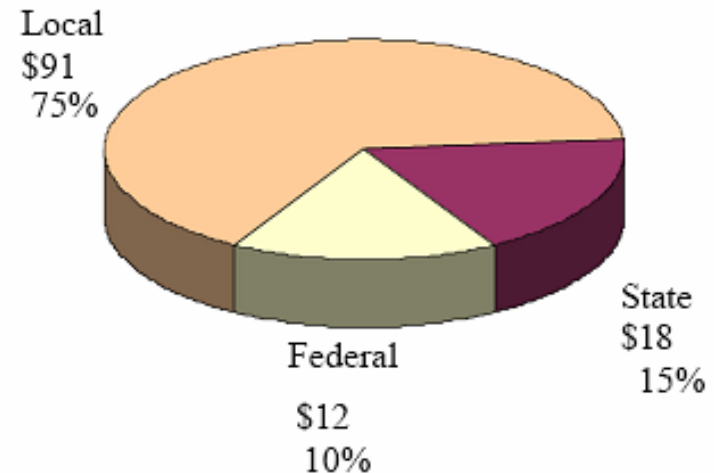
Preliminary Estimate

\$211.9 Billion Total



2004 RTP Baseline Forecast

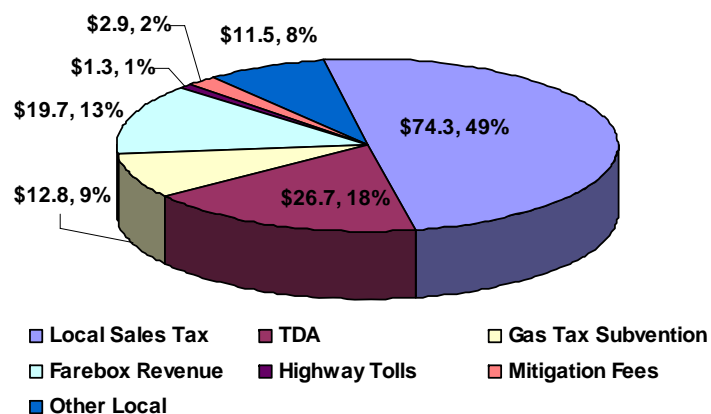
SCAG Regional Revenues
Years 2002-2030
Billions (in constant 2002 dollars)
\$120 Billion Total



Roughly \$150 billion in revenues are from local sources and nearly 50 percent of these are from sales taxes

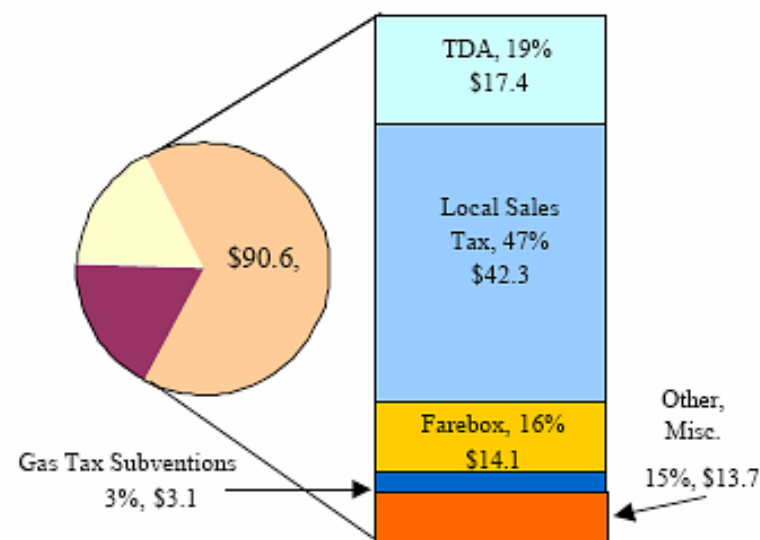
Preliminary Estimate

\$149.2 Billion Local



2004 RTP Baseline Forecast

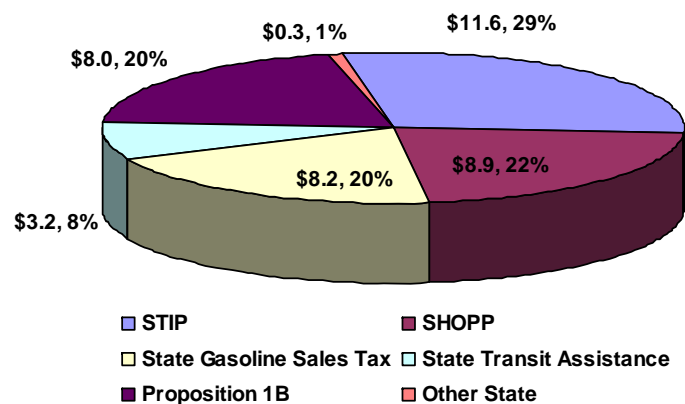
SCAG Regional Revenues, Local Sources, Billions



The infrastructure bonds and state gasoline sale taxes comprise roughly 20 percent each of the \$40 billion in forecasted state revenues

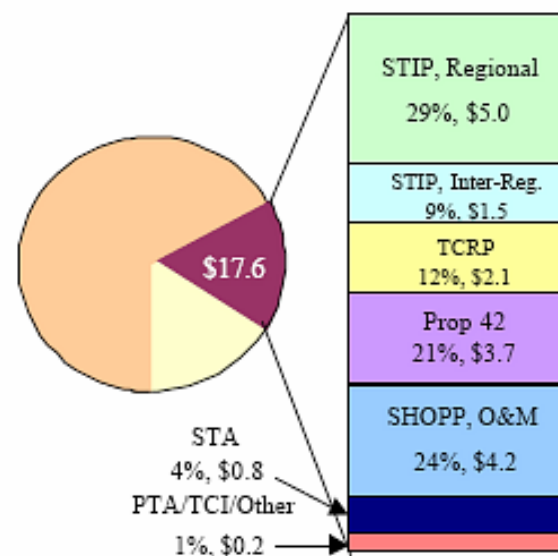
Preliminary Estimate

\$40.3 Billion State



2004 RTP Baseline Forecast

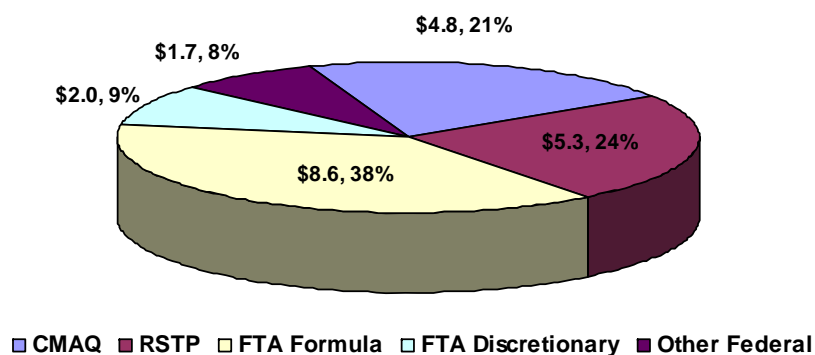
SCAG Regional Revenues, State Sources, Billions



Revenues of roughly \$22 billion are forecasted from federal sources

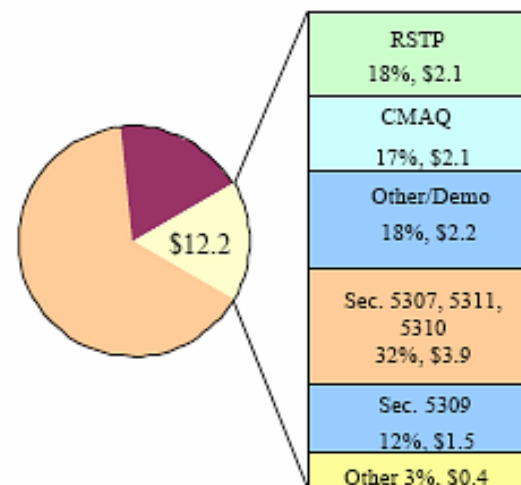
Preliminary Estimate

\$22.5 Billion Federal



2004 RTP Baseline Forecast

SCAG Regional Revenues, Federal Sources, Billions (\$2002)



You should keep in mind these are preliminary forecasts...

- We do not have annual details for the OCTA forecast
 - Assumed annual = plan total / 36 years
- We have not yet taken into account beginning balances
 - Example: these are roughly \$917M in LA County
- We are still comparing assumptions with CTC staff
 - Example: inflation rate for LACMTA forecasts
 - Some CTC forecasts show zero growth in nominal dollars
- We need to refine the mitigation forecasts
 - Need to understand RCTC forecasts for Western Riverside TUMF
 - Work with SANBAG to develop forecasts for San Bernardino Development Mitigation Program